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(Original Signature of Member)

107<sup>TH</sup> CONGRESS  
1<sup>ST</sup> SESSION

**H. R.** \_\_\_\_\_

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**IN THE HOUSE OF REPRESENTATIVES**

Ms. DUNN introduced the following bill; which was referred to the Committee  
on \_\_\_\_\_  
\_\_\_\_\_

**A BILL**

To accelerate the repeal of the estate and generation-skipping  
transfer taxes and the reduction in the maximum gift  
tax rate.

1       *Be it enacted by the Senate and House of Representa-*  
2       *tives of the United States of America in Congress assembled,*



1 **SECTION 1. REPEAL OF ESTATE AND GENERATION-SKIP-**  
 2 **PING TRANSFER TAXES ACCELERATED TO**  
 3 **2007.**

4 (a) ESTATE TAX REPEAL.—Section 2210 of the In-  
 5 ternal Revenue Code of 1986 (relating to termination) is  
 6 amended—

7 (1) by striking “December 31, 2009” and in-  
 8 serting “December 31, 2006” both places it appears,

9 (2) by striking “January 1, 2010” in subsection  
 10 (b) and inserting “January 1, 2007”, and

11 (3) by striking “December 31, 2020” in sub-  
 12 section (b)(1) and inserting “December 31, 2017”.

13 (b) GENERATION-SKIPPING TRANSFER TAX RE-  
 14 PEAL.—Section 2664 of such Code (relating to termi-  
 15 nation) is amended by striking “December 31, 2009” and  
 16 inserting “December 31, 2006”.

17 (c) CONFORMING AMENDMENTS.—

18 (1) The table in section 2010(c) of such Code  
 19 is amended—

20 (A) by striking “, 2007, and 2008”, and

21 (B) by striking the following:

“2009 ..... \$3,500,000.”.

22 (2) Section 1014(f) of such Code is amended by  
 23 striking “December 31, 2009” and inserting “De-  
 24 cember 31, 2006”.



1 (3) Section 1022 of such Code is amended—

2 (A) by striking “December 31, 2009” in  
3 the heading and in subsection (a)(1) and insert-  
4 ing “December 31, 2006”, and

5 (B) in subsection (d)(4)(A)—

6 (i) by striking “2010” and inserting  
7 “2007”,

8 (ii) by striking “2009” in clause (ii)  
9 and inserting “2006”.

10 (4) The item in the table of sections for part  
11 II of subchapter O of chapter 1 of such Code relat-  
12 ing to section 1022 is amended by striking “Decem-  
13 ber 31, 2009” and inserting “December 31, 2006”.

14 (5) Section 501(d) of the Economic Growth and  
15 Tax Relief Reconciliation Act of 2001 (Public Law  
16 107–16) is amended by striking “December 31,  
17 2009” and inserting “December 31, 2006”.

18 (6) Section 901 of the Economic Growth and  
19 Tax Relief Reconciliation Act of 2001 (Public Law  
20 107–16) is amended—

21 (A) in subsection (a) by striking “shall not  
22 apply—” and all that follows and inserting  
23 “(other than title V) shall not apply to taxable,  
24 plan, or limitation years beginning after Decem-  
25 ber 31, 2010.”, and



1 (B) in subsection (b) by striking “, estates,  
2 gifts, and transfers”.

3 (d) EFFECTIVE DATE.—The amendments made by  
4 this section shall take effect on the date of the enactment  
5 of this Act.

6 **SEC. 2. ACCELERATION OF PHASEDOWN OF MAXIMUM ES-**  
7 **TATE TAX RATE.**

8 (a) IN GENERAL.—Subparagraph (B) of section  
9 2001(c)(2) of the Internal Revenue Code of 1986 (relating  
10 to phasedown of maximum rate of tax) is amended to read  
11 as follows:

12 “(B) MAXIMUM RATE.—

“In calendar year:	The maximum rate is:
2002 .....	45 percent
2003 .....	36 percent
2004 .....	27 percent
2005 .....	18 percent
2006 .....	9 percent.”.

13 (b) CONFORMING AMENDMENT.—Section  
14 2001(c)(2)(A) of such Code is amended by striking “2002  
15 and before 2010” and inserting “2001 and before 2007”.

16 (c) EFFECTIVE DATE.—The amendments made by  
17 this section shall apply to the estates of decedents dying  
18 after the date of the enactment of this Act.

19 **SEC. 3. ACCELERATION OF REDUCTION OF MAXIMUM GIFT**  
20 **TAX RATE TO MAXIMUM INDIVIDUAL RATE.**

21 Paragraph (3) of section 511(f) of the Economic  
22 Growth and Tax Relief Reconciliation Act of 2001 (Public



1 Law 107–16) is amended by striking “December 31,  
2 2009” and inserting “December 31, 2006”.

